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DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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November 13, 1989

TO: Board of Oil, Gas and Mining

THRU: Lowell P. Braxton, Associate Director, Mining *LPB*

FROM: Holland Shepherd, Reclamation Specialist/Permit Lead *HWS*

RE: Form and Amount of Surety Proposal, Cane Creek Mine, Moab Salt, Incorporated, M/019/005, Grand County, Utah

The operator is proposing a new self bond with a value of \$10,700,000. The new proposal includes a ten year renewal period and a yearly, certified audited review of the operator's financial status. The operator has edited the Division's Reclamation Contract and Self-Bonding form. The Division and operator are currently negotiating on the language, for these forms. The forms will be made available to the Board before the next briefing.

Please find attached the following background information:

1. Summary Checklist;
2. Location Map;
3. New Reclamation Surety Estimate;
4. Executive Summary;

Copies of the Reclamation Contract, Self Bonding Agreement and Self Bonding Qualification Statement are not available at this time, but will be made available by the time of the Board briefing.

jb
Attachments
MN4/173

DOGM MINERALS PROGRAM

CHECK LIST FOR BOARD APPROVAL
OF
FORM AND AMOUNT OF SURETY

Mine Name Cane Creek-Moab Salt Inc.

File No. M/019/005

Item	Provided		Remarks
	Yes	No	
Executive Summary	X		
Location Map	X		
Reclamation Bond Estimate	X		This amount has been changed from 9.7 million to 10.7 million to accommodate a ten year bonding period.
Signed Reclamation Contract		X	This form to be made available by the November 1989 Board briefing.
Signed Power of Attorney/ Affidavit of Qualification		X	This form to be made available by the November 1989 Board briefing.
Bond/Reclamation Surety		X	This form to be made available by the November 1989 Board briefing.
Surety Signoff (Other State/Federal Agencies)		X	N/A - The majority of property is on fee land.